



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

JUN 4 AM 9 37

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

May 29, 1990

MERIDIAN OIL
FARMINGTON, NEW MEXICO
REGULATORY

Case 10017

Meridian Oil, Inc.
P.O. Box 4289
Farmington, NM 87499-4289

Attention: Peggy Bradfield

RE: Application for non-standard location: Morris Well No. 1; 1190' FSL - 990' FEL (Unit P) 15-T27N-R10W, Basin Fruitland Coal Gas Pool, San Juan County, New Mexico.

Dear Ms. Bradfield:

We may not process the subject application for a non-standard location until the required information or plat(s) checked below is submitted.

- ☐ A plat must be submitted clearly showing the ownership of the offsetting leases.
- ☐ A statement must be submitted that offset operators have been notified of the application by certified mail.
- ☐ A plat must be submitted fully identifying the topography necessitating the non-standard location.
- ☒ Other: Please complete attached sheet.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

6-1-90
Michael
as attached
Peggy

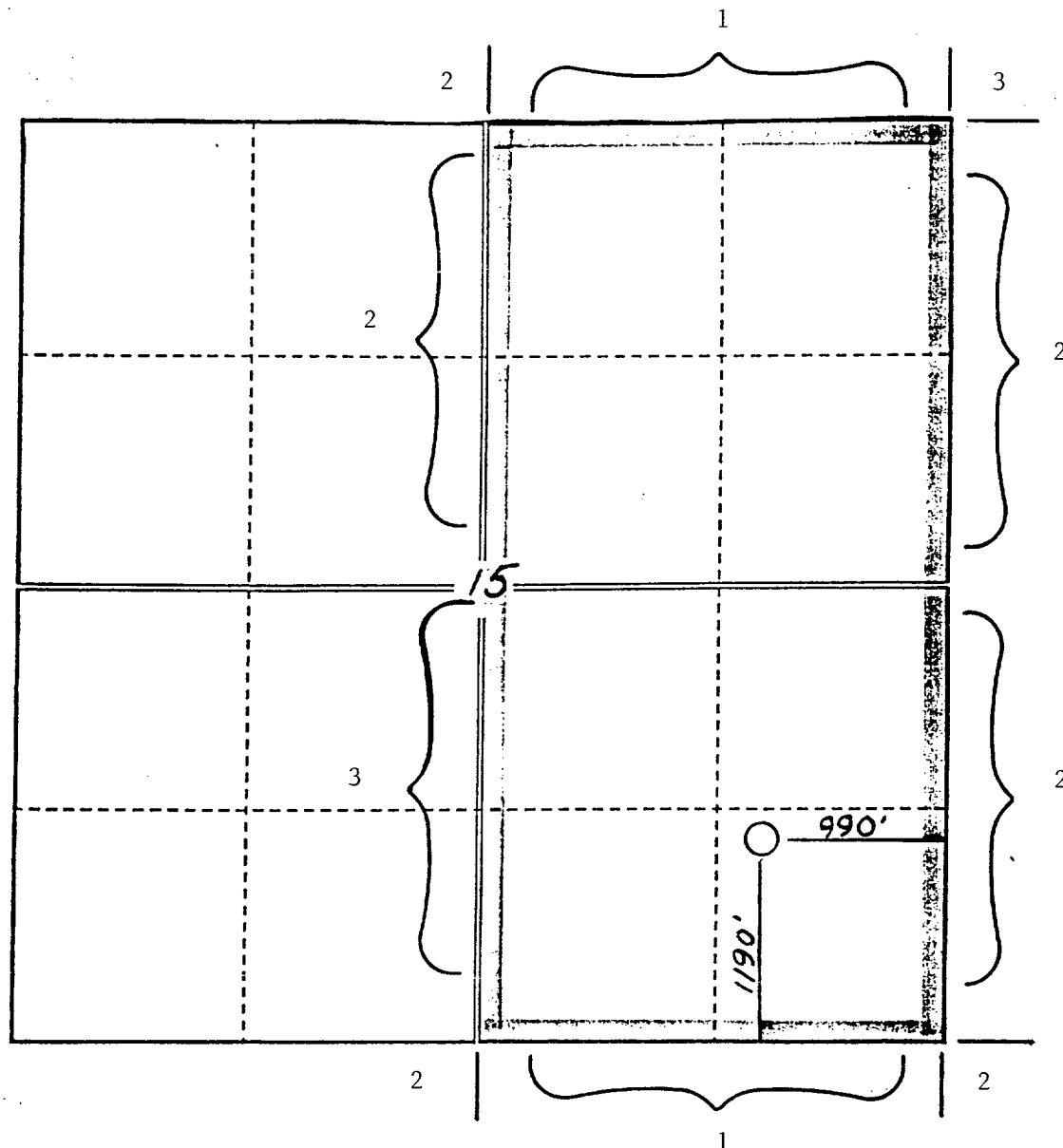
MERIDIAN OIL INC

Well Name Morris #1

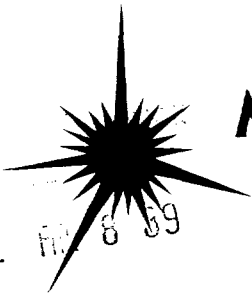
Footage 1190' FSL; 990' FEL

APPLICATION FOR NON-STANDARD LOCATION

County San Juan State New Mexico Section 15 Township 27N Range 10W



Remarks	
1)	Meridian Oil Inc.
2)	Amoco Production Company
3)	Mobil Producing Texas & New Mexico



McKenzie Methane Corporation

June 18, 1990

Mr. William LeMay
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87503

Case 10017

RE: Option well SE/4 1
T27N-R10W Meridian Oil
application to recomplete
unorthodox location in
option quarter section
C. M. Morris well.

Dear Mr. LeMay:

McKenzie Methane Corporation holds Fruitland Formation development rights in the N/2 and SW/4 of Section 15 Township 27 North, Range 10 West by virtue of farmouts from Amoco Production Company and Mobil Oil Company. Amoco has provided us with copies of Meridian's letters to you requesting a permit to recomplete the captioned well in the Fruitland coals.

When McKenzie first obtained information relative to this request to recomplete, we called both the Santa Fe and Aztec offices of the Conservation Division to ascertain our rights and lodge a verbal complaint regarding this petition. We now wish to formalize our objections as follows:

1. McKenzie Methane is preparing an APD to recomplete a well in the authorized window in the NE/4 of Section 15, i.e., the C. M. Morris #5, with the spacing unit set for the E/2.
2. McKenzie Methane has drilled a well, the Angel Peak 15M #7, with a W/2 spacing unit.

Based on the above, McKenzie Methane wishes to protest the issuance of a permit to Meridian for the recompletion of the Morris well in the SE/4 of Section in the Fruitland coals.

Very truly yours,

MCKENZIE METHANE CORPORATION

Howard W. Dennis

Howard W. Dennis
Vice President

HWD:me
xc: Tracy Stogner

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285

TELEFAX (505) 982-2047

W. THOMAS KELLAHIN
KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN
OF COUNSEL

July 19, 1990

WTK

HAND DELIVERED

Mr. William J. LeMay
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504

RECEIVED

JUL 19 1990

OIL CONSERVATION DIV.
SANTA FE

Re: NMOCD Case No. 10017
Morris Well No. 1
1190' FSL, 900' FEL,
Section 15, T27N, R10W,
San Juan County, New Mexico

NMOCD Case No. 10024
Morris Well No. 3
420' FSL, 400' FEL,
Section 14, T27N, R10W,
San Juan County, New Mexico

Dear Mr. LeMay:

On behalf of Meridian Oil, Inc., we would appreciate you continuing the referenced cases from the Examiner's docket now set for ~~July 25, 1990~~ to the Examiner's docket scheduled for August 8, 1990.

By copy of this letter, we are notifying the offsetting operators of this request for continuance.

Very truly yours,

W. Thomas Kellahin

W. Thomas Kellahin

WTK/tic

cc: Bob Hopkins
Meridian Oil, Inc.
Post Office Box 4289
Farmington, New Mexico 87499-4289

Mr. William J. LeMay
July 19, 1990
Page 2

Amoco Production Company
Post Office Box 800
Denver, Colorado 80201

Mobil Producing Texas & New Mexico
Post Office Box 650232
Dallas, Texas 75265-0232

McKenzie Methane Corporation
1625 Broadway, Suite 258
Denver, Colorado 80202

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

June 29, 1990

Meridian Oil, Inc.
P.O. Box 4289
Farmington, NM 87499-4289

Case 10017

Attention: Peggy Bradfield

*RE: Administrative Application for an unorthodox coal
gas well location; Morris Well No. 1, 1190' FSL -
990' FEL (Unit P), Section 15, Township 27 North,
Range 10 West, NMPM, Basin Fruitland Coal Gas
Pool, San Juan County, New Mexico.*

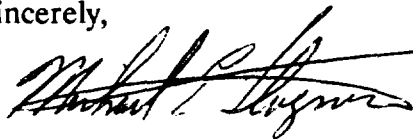
Dear Ms. Bradfield:

This agency has received a legitimate objection from McKenzie Methane Corporation (see copy attached); therefore, this matter will be set for hearing before an examiner on the next available docket scheduled for July 25, 1990.

Please provide adequate notice for such an application prior to the hearing as required by Division General Rule 1207.

If you should have any questions concerning this matter, please contact me.

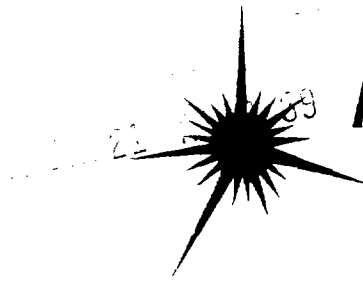
Sincerely,



Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
McKenzie Methane Corporation - Denver, CO



McKenzie Methane Corporation

June 18, 1990

Mr. William LeMay
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87503

Case 10017

RE: Option well SE/4 1
T27N-R10W Meridian Oil
application to recomplete
unorthodox location in
option quarter section
C. M. Morris well.

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Very truly yours,

MCKENZIE METHANE CORPORATION

HWD:me *HWD*
xc: Trach Stogner

Howard W. Dennis
Vice President

KELLAHIN, KELLAHIN AND AUBREY, P.C. CONSERVATION DIVISION

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN
KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN
OF COUNSEL

'90 AUG 8 1990
TELEPHONE (505) 982-2285
TELEFAX (505) 982-2047

August 6, 1990

DELIVERED BY FAX TO 827-5741

Mr. Micheal Stogner
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87502-2088

RE: Meridian Oil Inc.
Hargrave Well No. 3
NMOCD Case 10018

Meridian Oil Inc.
Morris Well No. 3
NMOCD Case 10024

Meridian Oil Inc.
Morris Well No. 1
~~NMOCD Case 10017~~

McKenzie Methane Corporation
Angel Peak "14-L Well No. 6
NMOCD Case 10025

Dear Mr. Stogner:

On behalf of Meridian Oil Inc., this letter will confirm that we are dismissing NMOCD Cases 10018, 10024 and 10017. In addition, we are withdrawing any objection to case 10025.

Please call me if you have any questions.

Very Truly Yours,


W. THOMAS KELLAHIN

WTK/clp

cc: Bob Hopkins
Meridian Oil, Farmington, NM



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

August 7, 1990

Kellahin, Kellahin & Aubrey
P.O. Box 2265
Santa Fe, NM 87504-2265

Attention: W. Thomas Kellahin
General Counsel for Meridian Oil, Inc.

RE: Case Nos. 10018, ~~10017~~ and 10024

Dear Mr. Kellahin:

This letter is to confirm our telephone conversation on Tuesday August 7, 1990. It is my understanding that each of the subject cases is to be dismissed from the August 8, 1990 docket and such matters are to be withdrawn from administrative consideration as well.

If you should have any questions concerning this matter, please contact me.

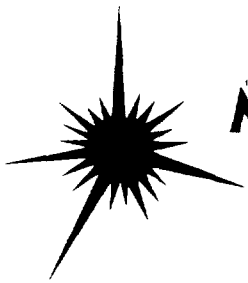
Sincerely,

A handwritten signature in cursive script, reading "Michael E. Stogner".

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
Meridian Oil, Inc. - Farmington



RECEIVED OIL CONSERVATION DIVISION
McKenzie Methane Corporation

'90 AUG 6 AM 9 03

August 8, 1990

Mr. Michael Stogner
Chief Hearing Officer/Engineer
Oil Conservation Division
Energy, Minerals & Natural Resources Dept.
State of New Mexico

Re: Docket Case # 10025
McKenzie Methane Corp.'s
Request for unorthodox
location - 14L #6 Well
SE/4 Sec. 14 T27N-R10W
San Juan County, NM

Dear Mr. Stogner:

In connection with our conferences and the above captioned docket matter which is to be heard August 8, 1990, McKenzie Methane Corporation respectfully requests with this letter that our request for an unorthodox location for the above well be granted as an administrative matter for the reason that McKenzie Methane Corporation and Meridian Oil Inc. have resolved differences of opinion and protests regarding the following wells: the CM Morris #3 Well, SE/4 Sec. 14, the CM Morris #1 Well, SE/4 Sec. 15, and the Hargrave #3 Well, SE/4 Sec. 16, all in T27N-R10W, San Juan County, NM. Requests for unorthodox locations and/or recompletions by Meridian Oil Inc. on these wells will be withdrawn before August 8, 1990 to the best of McKenzie's knowledge.

10017

Also, to the best of McKenzie's knowledge, we are not opposed in our request for the above unorthodox location. Further, parties who might be impacted by us, Amoco Production Company and Mobil Producing Texas & New Mexico Inc. by Mobil Exploration & Producing U.S. Inc. have granted farmout agreements to McKenzie Methane Corporation regarding the lands in Sections 13 and 15, lands adjacent to Section 14. Also, we are finalizing an acreage trade with Meridian Oil Inc. whereby Meridian won't oppose our requested unorthodox location as above.

Subject to any further documentation you may require and Meridian Oil Inc.'s confirmation of the above facts, McKenzie Methane Corporation hereby respectfully requests we be granted our requested location in the above docketed matter administratively.

Please feel free to call the undersigned at (303) 629-6699 if I may be of further assistance. Thank you for your help and patience on this matter.

Very Truly Yours,
R. H. Lichty
Roger H. Lichty
Vice President Land/Legal

Page 2
Letter to Michael Stogner
McKenzie Methane Corporation
Docket Matter #10025

cc: Meridian Oil Inc.
3535 East 30th Street
Farmington, NM 87401
Atten: Mr. Bob Hopkins

Amoco Production Company
P.O. Box 800
Denver, CO 80201
Atten: Mr. Michael Cuba

Mobil Exploration & Producing U.S. Inc.
Midland Division
201 Wes Wall Street
Midlan, TX 79702
Atten: Ms. Diane Klancher
Environmental/Regulatory



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

August 21, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. Thomas Kellahin
Kellahin, Kellahin & Aubrey
Attorneys at Law
Post Office Box 2265
Santa Fe, New Mexico

Re: CASE NO. 10017
ORDER NO. R-9260

Applicant:
Meridian Oil, Inc.

Dear Sir:

Enclosed herewith are two copies of the above-referenced
Division order recently entered in the subject case.

Sincerely,

Florene Davidson

FLORENE DAVIDSON
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD X
Artesia OCD X
Aztec OCD X

Other Howard W. Dennis